Name of Purchaser U.S. DEPARTMENT OF AGRICULTURE FOREST SERVICE TIMBER SALE CONTRACT (Applicable to Sales to be Measured before Felling) **National Forest Contract Number Ranger District** Region Pacific N-West Malheur Blue Mountain Sale Name **Termination Date Award Date** 03/31/2017 Pluto SBA The parties to this contract are The United States of America, acting through the Forest Service, United States Department of Agriculture, hereinafter called Forest Service, and hereinafter called Purchaser. Forest Service having advertised a sale at which either (1) Purchaser, whose required bid deposit is now held by Forest Service as an initial deposit, was the successful bidder, or (2) no bids were received and Purchaser having subsequently offered at least the minimum advertised price and made an initial deposit in the same amount as the bid deposit specified in the sale advertisement; and the parties hereto desiring to record their agreement; now therefore, Unless provided otherwise herein, Forest Service agrees to sell and permit Purchaser to cut and remove Included Timber and Purchaser agrees to purchase, cut, and remove Included Timber. This contract consists of three Divisions: AT - Specific Conditions, BT - Standard Provisions, and CT - Special Provisions, together with Sale Area Map, Plans and specifications for developments (if any), and such attachments as may be provided for in Division CT. Specific Conditions are numbered and apply to the Part, Section, Subsection, or Item of the Standard Provisions, as indicated hereunder. Other conditions of this contract are stated in Division CT - Special Provisions. IN WITNESS WHEREOF, the parties hereto have executed this contract as of the award date. **UNITED STATES OF AMERICA** Two Witnesses: 1/ **Contracting Officer** (Title) (Name) (Purchaser) By: (Address) (Name) (Title) (Business Address) (Address) _____, certify that I am the _____ Secretary of the corporation named as Purchaser herein; that ______ who signed this contract on behalf of Purchaser, was then of the corporation; that the contract was duly signed for and in behalf of the corporation by authority of its governing body, and is within the scope of its corporate powers.

CORPORATE SEAL 4/

INSTRUCTIONS:

1/ The signatures and addresses of two witnesses are required if Purchaser is other than a corporation.

2/ If Purchaser is a co-partnership, the signatures should be: XYZ Company, by John Doe, a member of the firm. If Purchaser is a corporation, form of signature should be: XYZ Company, by John Doe, President (or other officer or agent) and the seal of the corporation must be impressed or indicated.

3/ The certificate must be completed if Purchaser is a corporation.

4/ If the corporation has no corporate seal that fact shall be stated, in which case a scroll or adhesive seal shall follow the corporate name.

EXAMPLE 1/					
Subcontractor Certification Regarding Debarment, Suspension, Ineligibility, and Voluntary Exclusion					
Timber Sale Name: National Forest:					
The prospective subcontractor (participants in lower tier covered transactions) certifies, by submission of this proposal, that neither it nor its principals is presently debarred, suspended, proposed for debarment, declared ineligible, or voluntarily excluded from participation in this timber sale by any Federal department or agency.					
Where the prospective subcontractor is unable to certify to any of the statements in this certification, such prospective subcontractor shall attach an explanation to this proposal.					
Name of Subcontractor:Business Address:					
Date Signature					
1/ It is the Purchaser's responsibility to have subcontractors complete this certification and to maintain a file of completed certifications. This certification does not need to be returned to the Forest Service, except at the written request of the Contracting Officer.					

The following conditions apply to the indicated portions of Division BT - Standard Provisions issued June 2006.

AT1 - Location and Area, applicable to BT1.1

This Sale Area of 956 acres more or less is located in:

T. 15 S. R.31 E. Sections 7, 8, 17, 18, 19, 20, 21, 29, 30, 31, 32, and T. 15 S. R. 30 E. Section 24, and T. 16 S. R. 31 E. Section 6. Survey WM Grant County, OR.

AT2 - Volume Estimate and Utilization Standards, applicable to BT2.1, BT2.2, BT2.4, and BT6.4

				Minimum Specifications					
				Merchant	able Tree	Piece Required to be Remove			
Species	Product	Estimated Quantity *	Unit of Measure	Diameter Breast High (d.b.h.)	Number of Minimum Pieces per Tree	Length (feet)	Diameter Inside Bark at Small End (inches)	Net Scale in % of Gross Scale	
Douglas-fir	Sawtimber	2,178.00	CCF	7.0	1	8	5.0	40	
Ponderosa Pine	Sawtimber	2,815.00	CCF	11.0	1	16	6.0	40	
White Fir and other Coniferous Species	Sawtimber	423.00	CCF	7.0	1	8	5.0	40	
Softwood Other	Grn Bio Cv	1,362.00	CCF	7.0	1	12	3.0	N/A	
Timber Subject to Agreement under CT2.11#									
Miscellaneous	Non-Saw	unestimated	CCF	7.0	1	12	3.0	N/A	
Total Quantity	,	6,778.00	CCF						

^{*} Quantities not included here are described in BT2.4.

AT3- Timber Designations, applicable to BT2.3; acres are approximate:

	Number	Acres
Clearcutting Units (BT2.31) Specified Road Clearing (BT2.32)		
Overstory Removal Units (BT2.33)		
Understory Removal Units (BT2.34)		
Individual Trees (BT2.35)		956
Incompletely Measured Payment Units (BT2.36)		

AT4 - Timber Payment Rates, applicable to BT3.1 and BT4.0

AT4a - For Species and Products to be Paid for at Rates Escalated under BT3.2

			Rates per Unit of Measure					
Species	Product	Unit of Measure	Base \$	Advertised	Bid Premium \$	Bid (Tentative)	Required Deposits Slash Disposal \$	Base Index
Douglas-fir	Sawtimber	CCF	3.00	5.15			.00	162.75
White Fir and other Coniferous Species	Sawtimber	CCF	3.00	4.31			.00	159.12

AT4b- For Species and Products to be Paid for at Flat Rates

			Rates per Unit of Measure				
Species	Product	Unit of Measure	Base \$	Advertised	Bid Premium \$	Bid (Flat)	Required Deposits Slash Disposal \$
Ponderosa Pine	Sawtimber	CCF	1.00	3.82			.00
Softwood Other	Grn Bio Cv	CCF	.25	.25			.00
Timber Subject to Agreement under CT2.11#							
Miscellaneous	Non-Saw	CCF	.25	.25			2.19

For purposes of convenience in collection and bookkeeping, Bid Rates stated in AT4 include payment of deposits for sale area betterment required pursuant to 16 USC 576b. Such deposits are not included as Required Deposits defined hereunder.

AT4c - Schedule of Payment Units

Pay- ment Unit No.	App rox. Acres	Quantity of Species at Products to be Escalat under AT4a		Total Tentative Payment \$	Pro	antity of Specie ducts to be Paid at Rates under A	d for at	Total Flat Rate Payment \$	Total Required Deposits for Slash Disposal \$
1	294	Douglas-fir Sawtimber White Fir and other Sawtimber Coniferous	837.00 CCF 185.00 CCF		Ponderosa Pine	Sawtimber	980.00 CCF		.00
		Species			 Softwood Other	Grn Bio Cv	326.00 CCF		
		Total PU Quantity And Value	1,022.00 CCF	I	Total PU Quantit	ty And Value	1,306.00 CCF		
2	158	Douglas-fir Sawtimber White Fir and other Sawtimber Coniferous	451.00 CCF 229.00 CCF		Ponderosa Pine	Sawtimber	354.00 CCF		.00
		Species			Softwood Other	Grn Bio Cv	192.00 CCF		
		Total PU Quantity And Value	680.00 CCF	'	Total PU Quantit	ty And Value	546.00 CCF		i
3	301	Douglas-fir Sawtimber	98.00 CCF		Ponderosa Pine Softwood Other	Sawtimber Grn Bio Cv	1,075.00 CCF 626.00 CCF		.00
		Total PU Quantity And Value	98.00 CCF		Total PU Quantit	ty And Value	1,701.00 CCF		
4	117	Douglas-fir Sawtimber	701.00 CCF		Ponderosa Pine	Sawtimber	45.00 CCF		.00
		White Fir and other Sawtimber Coniferous Species	4.00 CCF						
					Softwood Other	Grn Bio Cv	78.00 CCF		
		Total PU Quantity And Value	705.00 CCF		Total PU Quantit	ty And Value	123.00 CCF		
5	86	Douglas-fir Sawtimber White Fir and other Sawtimber Coniferous	91.00 CCF 5.00 CCF		Ponderosa Pine	Sawtimber	361.00 CCF		.00
		Species			Softwood Other	Grn Bio Cv	140.00 CCF		
		Total PU Quantity And Value	96.00 CCF		Total PU Quantit	ty And Value	501.00 CCF		

The following definitions are established for the terms used in AT4:

Base Rates are the lowest rates of payment for timber that are authorized by this contract. Base Rates remain constant throughout the life of this contract and are not subject to change by rate redetermination, except for reduction under BT3.31, BT3.32, or BT3.33.

Advertised Rates are the minimum acceptable Bid Rates for timber, exclusive of Required Deposits. These rates are those indicated by appraisal, with a cost allowance made for construction of Specified Roads listed in AT7, but are never less than Base Rates.

Bid Premium Rates are the amounts by which Purchaser's bid is in excess of Advertised Rates. The Bid Premium Rates are constant during this contract, except as provided in BT3.31, BT3.32, and BT3.33.

Bid Rates are the rates bid by Purchaser (exclusive of Required Deposits for slash disposal and road maintenance) and are the sum of Advertised Rates and Bid Premium Rates. Until a rate redetermination becomes effective, the Bid Rate for species and products in AT4a is the Tentative Rate that is subject to quarterly adjustment under BT3.2; for species and products in AT4b, the Bid Rate is the Flat Rate.

Required Deposits are deposits that Purchaser may be required to pay for slash disposal (16 USC 490) and road maintenance (16 USC 537). Required Deposits may be adjusted as part of a rate redetermination or a Contract Term Extension. The table shows only Required Deposits for slash disposal; road maintenance deposits, if any, are given in CT5.32#.

Base Index is the specified average of the lumber or other product selling value index used as the basis for computing adjustment in rates for variance in product selling value, as provided in BT3.2.

AT5 - Indices Used in Quarterly Adjustment, applicable to BT3.2

Species	Index Name and Date
Douglas-fir Douglas-fir	WWPA, Inland Douglas Fir-Larch (07-08 Basis), (WWPAB)
White Fir and other Coniferous Species	WWPA, Inland White Fir (Hem-Fir) (07-08 Basis), (WWPAB)

AT6 - High Stumps, applicable to BT6.412

Species	Product	Maximum Stump Height (inches)
All	All	12

AT7 - Specified Roads, applicable to BT5.2

Name and Date of Governing Road Specifications:

	Project Des		Design Approx. Sheet Numbers		Perfo	rmance Res	ponsibility
Road No.	Name	Class	Length (mi./km.)	and Approval Date	Survey	Design	Construction Staking 1/
		NOT APPI	ICABLE				

^{1/} Indicate timing, i.e. before clearing (BC) or after clearing (AC). Applicable to BT5.212.

AT8 - Forest Service Engineering Completion Schedule, applicable to BT5.21

Road No.	Road Name	Type of Work	Completion Date
	NOT APPLICABLE		

AT9 - Fire Precautionary Period, applicable to BT7.2

April 01 to October 31, inclusive

AT10 - Purchaser Responsibility to Furnish Crews and Equipment for:

Initial Fire Supression, applicable to BT7.3

Within 5 road miles

Fire Suppression Reinforcement, applicable to BT7.312 and BT7.313

Within 100 road miles

AT11 - Purchaser's Obligation per Operations Fire, applicable to BT7.41

Maximum Amount: \$ \$300,000

AT12 - Termination Date, applicable to BT8.2

March 31, 2017

AT13 - Normal Operating Season, applicable to BT6.31, BT6.66, BT8.21 and BT9.3

First Period: $\underline{\text{June}}$ 01 to $\underline{\text{October}}$ 31 , inclusive Second Period: $\underline{\text{November}}$ 15 to $\underline{\text{February}}$ 01 , inclusive

AT14 - Performance Bond, applicable to BT9.1

Performance Bond Amount: _____

AT15 - Downpayment, applicable to BT4.211

Downpayment .	Amount:	
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AT16 - Periodic Payment Amount, applicable to BT4.213

	Periodic Payment Determination Date	<u>Amount</u>
Initial Payment:		
Additional Payment:		

AT17 - Market-Related Contract Term Addition Producer Price Index, applicable to BT8.212

Index Name: Softwood Lumber Index Number: 0811

AT18 - Inapplicable Standard Provisions

The following listed Sections, Subsections, or Items of Division BT - Standard Provisions - are hereby made inapplicable. (Instructions: List by reference number and title.)

BT4.211 DOWNPAYMENT

BT4.4 PAYMENTS NOT RECEIVED

BT8.212 MARKET-RELATED CONTRACT TERM ADDITION

AT19 - List of Special Provisions

The following listed special provisions are attached to and made a part of this contract as Division CT. Provisions with reference numbers followed by # contain blanks into which data have been entered for this sale. (Instructions: List by reference number, title, and date.)

CT2.11#	TIMBER SUBJECT TO AGREEMENT (06/1972	١

CT2.3# RESERVE TREES (04/2004)

CT2.35# (OPTION 1) INDIVIDUAL TREE DESIGNATION (06/2010)

CT4.211 DOWNPAYMENT (06/2007)

CT4.212 TEMPORARY REDUCTION OF DOWNPAYMENT (08/2009)

CT4.4 PAYMENTS NOT RECEIVED (08/2012)
CT5.12# USE OF ROADS BY PURCHASER (06/1999)
CT5.31# ROAD MAINTENANCE REQUIREMENTS (07/2001)
CT5.32# ROAD MAINTENANCE DEPOSIT SCHEDULE (07/2001)

CT6.315# SALE OPERATION SCHEDULE (06/1994)
CT6.32# PROTECTION OF RESERVE TREES (04/2004)

CT6.405 ALTERNATE REMOVAL OF INCLUDED TIMBER (05/2005)

CT6.41# SPECIFIC REQUIREMENTS (01/2000)

CT6.42# YARDING/SKIDDING REQUIREMENTS (06/2010)

CT6.7 SLASH DISPOSAL (06/2008)

CT6.74# SLASH TREATMENT REQUIREMENTS (02/2002)

CT6.8 MEASURING (08/2000)
CT6.84 ACCOUNTABILITY (06/2006)

CT6.84 (OPTION 1) USE OF PAINT BY PURCHASER (05/2005)

CT7.1 PLANS (09/2004)

CT7.2 SPECIFIC FIRE PRECAUTIONS (09/2002)

CT7.201	BURNING BY PURCHASER	(01/1993)

CT7.22 EMERGENCY FIRE PRECAUTIONS (09/2004)

CT8.13 DISCLAIMER OF EXPRESSED OR IMPLIED WARRANTY (09/2004)
CT8.212 MARKET-RELATED CONTRACT TERM ADDITION (11/2008)
CT8.4 PERFORMANCE BY OTHER THAN PURCHASER (04/2004)

CT8.66# (Option 1) USE OF TIMBER (04/2004)

CT8.71 TRIPARTITE LAND EXCHANGE (04/1999)
CT8.72 BIPARTITE LAND EXCHANGE (04/2004)

CT8.73 REQUIREMENT FOR SMALL BUSINESS PROCESSING (04/2004)